

STATE OF UTAH
BOND OF LESSEE

KNOW ALL MEN BY THESE PRESENTS, that we ZIEGLER CHEMICAL & MINERAL CORP. of 100 JERICHO QUADRANGLE JERICHO, NY 11753 as principal and GREAT AMERICAN INSURANCE COMPANY, as surety, are held and firmly bound unto the State of Utah in the sum of SEVEN THOUSAND FIVE HUNDRED AND 00/100 Dollars (\$ 7,500.00) lawful money of the United States to be paid to the School & Institutional Trust Lands Administration, as agent for the State of Utah, for the use and benefit of the State of Utah, and of any patentee or purchaser of any portion of the land covered by the hereinafter described lease heretofore sold or which may hereafter be sold with a reservation to the State of Utah, on the surface or of other mineral deposits of any portion of such lands, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators, successors, sublessees, and assignees, jointly and severally by these presents.

Signed with our hands and seals this 17th day of July, 2000.

The condition of the foregoing obligation is such that,

WHEREAS, The State of Utah, as Lessor, issued a(n) Gilsonite lease, Lease Number ML-19868/ML-20779 and dated May 9th, 2000, to May 9th, 2001 as lessee (and said lease has been duly assigned under the date of _____ to Ziegler Chemical/Minerals Co _____) to drill for, mine, extract, and remove all of the _____ deposits in and under the following described lands, to wit:

GILSONITE LEASE ML-19868 T.10S., R21E., SECTION 30 SE1/4 NE1/4, N1/2 NE1/4 & N1/2 NW1/4
DATED: JANUARY 8, 1963
GILSONITE LEASE ML-20779 T. 10S., R21E., SECTION 29 S1/2 NW1/4, & NE1/4 SW1/4
DATED: JULY 31, 1963

NOW, THEREFORE, the principal and surety shall be obligated to pay all monies, rentals, royalties, costs of reclamation, damages to the surface and improvements thereon and any other damages, costs, expenses, penalties, interest or liabilities which arise by operation of or in connection with the above described lease(s) accruing to the Lessor and shall fully comply with all other terms and conditions of said lease, the rules, regulations, and policies relating thereto of the School & Institutional Trust Lands Administration, the Board of Oil, Gas and Mining, and the Division of Oil, Gas and Mining as they may now exist or may from time to time be modified or amended. This obligation is in effect event if the principal has conveyed part of its interest to a successor in interest. If the principal fully satisfies the above described obligations, then the surety's obligation to make payment to the State of Utah is void and of no effect, otherwise, it shall remain in full force and effect until released by the School & Institutional Trust Lands Administration.

Signed, sealed and delivered
in the presence of

Witness

Jaynes
Witness

APPROVED AS TO FORM:
JAN GRAHAM
ATTORNEY GENERAL

By _____

Resident Agent: not required

Bonding Co. Address: 580 WALNUT STREET
CINCINNATI, OH 45202

Corporate Seal of Bonding Company Must be Affixed.

ZIEGLER CHEMICAL & MINERAL CORP.

Chip Ziegler (SEAL)
Chip Ziegler, Executive Vice-Pres.

GREAT AMERICAN INSURANCE COMPANY

BONDING COMPANY

BY

William H. Hutto, Attorney-in-Fact

Attest: _____

RECEIVED

DEC - 9 2003

DIV OF OIL GAS & MINING

GREAT AMERICAN INSURANCE COMPANY®

580 WALNUT STREET • CINCINNATI, OHIO 45202 • 513-369-5000 • FAX 513-723-2740

The number of persons authorized by
this power of attorney is not more than

No. 0

TWO

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS: That the GREAT AMERICAN INSURANCE COMPANY, a corporation organized and existing under and by virtue of the laws of the State of Ohio, does hereby nominate, constitute and appoint the person or persons named below its true and lawful attorney-in-fact, for it and in its name, place and stead to execute in behalf of the said Company, as surety, any and all bonds, undertakings and contracts of suretyship, or other written obligations in the nature thereof; provided that the liability of the said Company on any such bond, undertaking or contract of suretyship executed under this authority shall not exceed the limit stated below.

Name	Address	Limit of Power
WILLIAM H. HUTTO	ALL OF	ALL
SPENCER H. ZETTLER	NEW YORK, NEW YORK	\$10,000,000

This Power of Attorney revokes all previous powers issued in behalf of the attorney(s)-in-fact named above.

IN WITNESS WHEREOF the GREAT AMERICAN INSURANCE COMPANY has caused these presents to be signed and attested by its appropriate officers and its corporate seal hereunto affixed this 27th day of April, 2000.

Attest GREAT AMERICAN INSURANCE COMPANY

STATE OF OHIO, COUNTY OF HAMILTON — ss:

On this 27th day of April, 2000, before me personally appeared DOUGLAS R. BOWEN, to me known, being duly sworn, deposes and says that he resided in Cincinnati, Ohio, that he is the Vice President of the Bond Division of Great American Insurance Company, the Company described in and which executed the above instrument; that he knows the seal; that it was so affixed by authority of his office under the By-Laws of said Company, and that he signed his name thereto by like authority.

This Power of Attorney is granted by authority of the following resolutions adopted by the Board of Directors of Great American Insurance Company by unanimous written consent dated March 1, 1993.

RESOLVED: That the Division President, the several Division Vice Presidents and Assistant Vice Presidents, or any one of them, be and hereby is authorized, from time to time, to appoint one or more Attorneys-In-Fact to execute on behalf of the Company, as surety, any and all bonds, undertakings and contracts of suretyship, or other written obligations in the nature thereof; to prescribe their respective duties and the respective limits of their authority; and to revoke any such appointment at any time.

RESOLVED FURTHER: That the Company seal and the signature of any of the aforesaid officers and any Secretary or Assistant Secretary of the Company may be affixed by facsimile to any power of attorney or certificate of either given for the execution of any bond, undertaking, contract or suretyship, or other written obligation in the nature thereof, such signature and seal when so used being hereby adopted by the Company as the original signature of such officer and the original seal of the Company, to be valid and binding upon the Company with the same force and effect as though manually affixed.

CERTIFICATION

I, RONALD C. HAYES, Assistant Secretary of Great American Insurance Company, do hereby certify that the foregoing Power of Attorney and the Resolutions of the Board of Directors of March 1, 1993 have not been revoked and are now in full force and effect.

Signed and sealed this 17TH day of JULY, 2000.

CORPORATE SURETY ACKNOWLEDGEMENT

STATE OF New York)
) ss:
COUNTY OF New York)

On this 17th day of July in the year Two Thousand personally
came William H. Hutto, Attorney-in-Fact of
Great American Insurance Company to me known and known to me to be

the individual described in and who executed the foregoing instrument, and he acknowledged to me that he
executed the same.

CORPORATE PRINCIPAL ACKNOWLEDGEMENT

Spencer Hutto
SPENCER H. ZETTLER
Notary Public, State of New York
No. 01285022314
Qualified in Nassau County
Commission Expires July 21, 2004

STATE OF UTAH)
) ss:
COUNTY OF UINTAH)

On this 19th day of July in the year nineteen hundred and Two Thousand
before me personally came Chip Ziegler

to me known, who being by me duly sworn, did depose and say that he resided in _____
that he is the Executive Vice-Pres. of the Ziegler Chemical & Mineral Corp.
the Corporation described in and which executed the above instrument; that he knew the seal of said corporation;
that the seal affixed to said instrument was such corporate seal; that it was so affixed by order of the Board of
Directors of said corporation, and that he signed his name thereto by like order.

INDIVIDUAL PRINCIPAL ACKNOWLEDGEMENT

Luke Runolfson



STATE OF)
) ss:
COUNTY OF)

On this _____ day of _____ 19____, before me personally appeared
_____ to me known, and known to me to be
one of the members of the firm of _____

_____ described in and who executed the foregoing instrument, and
he thereupon acknowledged to me that he executed the same as and for the act and deed of said firm.



GREAT AMERICAN INSURANCE COMPANY®

STATEMENT OF DECEMBER 31, 1999

ADMITTED ASSETS

Bonds.....	\$ 1,614,881,059
Stocks.....	1,476,694,671
Mortgage loans on real estate.....	65,039,007
Real estate (net of encumbrances).....	57,217,080
Cash on hand and on deposit.....	(10,095,334)
Short-term investments.....	92,890,300
Agents' and premium balances.....	151,558,562
Other admitted assets.....	306,272,003

LIABILITIES, CAPITAL AND SURPLUS

Unpaid losses and loss expenses.....	\$ 2,186,099,587
Reserve for underwriting expenses.....	61,606,857
Reserve for unearned premiums.....	512,935,987
Federal and foreign income taxes.....	
Other liabilities.....	(174,778,425)
Total liabilities.....	2,585,864,007
Capital stock.....	\$ 15,440,600
Paid in surplus.....	823,716,395
Special surplus funds.....	98,398,600
Unassigned funds.....	230,837,747

Policyholders' surplus..... 1,168,593,342

Total..... \$ 3,754,457,348

Total..... \$ 3,754,457,348

Securities have been valued on the basis prescribed by the National Association of Insurance Commissioners.

STATE OF OHIO

SS.:

COUNTY OF HAMILTON

Robert F. Amory, Senior Vice President and Treasurer, and Karen Holley Horrell, Senior Vice President and Secretary, being duly sworn, each for himself depose and says that they are the above described officers of the Great American Insurance Company of Cincinnati, Ohio; that said Company is a corporation duly organized, existing and engaged in business as a Surety by virtue of the laws of the State of Ohio and has duly complied with all the requirements of the laws of said state applicable to said Company and is duly qualified to act as Surety under such laws; that said Company has also complied with and is duly qualified to act as Surety under Public Law 97-258 enacted September 13, 1982 (96 Stat. 1047 as amended: 51 U.S.C. 9304-9308); that to the best of their knowledge and belief the above statement is a full, true and correct Statement of the Assets and Liabilities of the said Company as of December 31, 1999.

Subscribed and sworn to before me

this 23th day in March, 2000

Robert F. Amory
Treasurer

Karen Holley Horrell
Secretary

Judith A. Morgan

JUDITH A. MORGAN
Notary Public, State of Ohio
My Commission Expires Mar. 10, 2004

